TIMBER NOTICE OF SALE

SALE NAME: SOUTHBOUND AERIAL AGREEMENT NO: 30-072859

AUCTION: August 23, 2004 starting at 10:00 a.m., COUNTY: Skagit

Northwest Region Office, Sedro Woolley, WA

SALE LOCATION: Sale located approximately 19 miles northeast of Sedro Woolley.

PRODUCTS SOLD

AND SALE AREA: All timber, except dead and down cedar trees, logs, stumps, and snags, and other blow

down trees, logs, and snags that do not have needles or small limbs, bounded by white timber sale boundary tags, cutting lines, and yellow leave tree tags on part(s) of Sections 11 all in Township 36 North, Range 5 East, W.M., containing 52 acres, more or less.

ESTIMATED SALE VOLUMES AND QUALITY:

| | Avg Ring DBH Count | | Total | MBF by Grade | | | | | | | | | |
|-------------|--------------------|---|-------|--------------|----|----|----|----|----|-----|-----|----|----|
| Species | | | MBF | | 1P | 2P | 3P | SM | 1S | 2S | 3S | 4S | UT |
| Douglas fir | 21 | 9 | 1,109 | | | | | 44 | | 777 | 288 | | |
| Hemlock | 13 | 9 | 718 | | | | | | | 172 | 488 | 58 | |
| Red cedar | 12 | | 267 | | | | | | | 13 | 216 | 38 | |
| Red alder | 15 | | 147 | | | | | | | 41 | 54 | 52 | |
| Sale Total | | | 2.241 | | | | | | | | | | |

MINIMUM BID: \$276,000.00 BID METHOD: Sealed Bids

PERFORMANCE

SECURITY: \$55,200.00 SALE TYPE: Lump Sum

EXPIRATION DATE: September 30, 2006 **ALLOCATION:** Export Restricted

BID DEPOSIT: \$27,600.00 or Bid Bond. Said deposit shall constitute an opening bid at the appraised

price.

HARVEST METHOD: Sale will be logged using a helicopter.

ROADS: 26.40 stations of optional construction. 26.40 stations of road to be inactivated if

reconstructed. Development of an existing rock source at MP 0.1 of the HO-2010 Road will involve clearing, stripping, and processing material to generate approximately 1,320 cubic yards of bank run gravel. Rock is available from a pit on State land in Section 2, Township 35 North, Range 6 East, W.M. Road construction will not be permitted from November 1 to March 31 unless authorized in writing by the Contract Administrator to reduce soil damage and siltation. The hauling of forest products will not be permitted from November 1 to March 31 unless authorized in writing by the Contract Administrator

to reduce road damage and siltation.

ACREAGE DETERMINATION

CRUISE METHOD: Acres determined by hand traverse. 57 acres gross. 5 acres deducted for green tree

retention clumps. 52 acres net. Cruised using variable plot method. Expansion factor used is 46.9 full. Sighting height is 4.5 feet. Grid size plot spacing is 300 X 150 feet. Plot ratio

cruise count is 1:1. Plots taken is 46.

FEES: \$29,690.00 is due on day of sale. \$9.00 per MBF is due upon removal. These are in

addition to the bid price.

SPECIAL REMARKS: NO OPERATIONS ON ENTIRE SALE AREA DURING ONE HOUR BEFORE

OFFICIAL SUNRISE TO TWO HOURS AFTER OFFICIAL SUNRISE AND FROM ONE HOUR BEFORE OFFICIAL SUNSET TO ONE HOUR AFTER OFFICIAL SUNSET FROM APRIL 1 TO AUGUST 31. THIS RESTRICTION WILL NOT BE WAIVED, BUT WILL BE REVIEWED ON AN ANNUAL BASIS FOLLOWING THE

COMPLETION OF MARBLED MURRELET SURVEYS IN THE AREA. DEPENDING ON THE OUTCOME, THIS TIMING RESTRICTION MAY BE LIFTED. Purchaser shall deliver 1,140 pounds of grass seed mix to the Northwest

Region Office in Sedro Woolley, as per contract clause G-320.